



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0211	Title:	Responsible alcohol vendor act
Primary Sponsor:	Welborn, Jeffery	Status:	As Introduced-Revised

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
Other	\$45,806	\$41,306	\$41,306	\$41,306
Other (Transfers)	(\$45,806)	(\$41,306)	(\$41,306)	(\$41,306)
Revenue:				
General Fund (Transfers)	(\$45,806)	(\$41,306)	(\$41,306)	(\$41,306)
Net Impact-General Fund Balance	<u>(\$45,806)</u>	<u>(\$41,306)</u>	<u>(\$41,306)</u>	<u>(\$41,306)</u>

Description of fiscal impact:

This bill creates a voluntary certified responsible vendor program that allows retail licensees engaged in the sale of alcoholic beverages to send their employees to qualified training classes dealing with the sale of alcoholic beverages. This program would require the liquor control division to hire an additional 0.75 FTE to administer the program, reducing liquor profits which are transferred to the state general fund.

FISCAL ANALYSIS

Assumptions:

1. This bill would create a voluntary certified responsible vendor program that allows retail licensees engaged in the sale of alcoholic beverages to send their employees to qualified training classes dealing with the sale of alcoholic beverages.

2. This new program would require the liquor control division of the department of revenue to hire an additional 0.75 FTE to administer the program including annual verification of vendor compliance, certifying vendors as responsible vendors and approving other programs that would qualify as training.
3. Profits from vendors for liquor purchases are deposited into an enterprise fund.
4. The costs to administer the program would decrease liquor profits within the enterprise fund. Liquor profits in excess of operating expenses are transferred to the general fund, so a decrease in liquor profits fund balance results in a decrease in general fund revenue.
5. This bill would require the development of a database to track participants in the program. This would take 20 hours of development time. The staff working on these changes would redirect their time from other duties.

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.75	0.75	0.75	0.75
<u>Expenditures:</u>				
Personal Services	\$33,610	\$33,610	\$33,610	\$33,610
Operating Expenses	\$7,296	\$7,696	\$7,696	\$7,696
Equipment	\$4,900	\$0	\$0	\$0
Transfers to General Fund	(\$45,806)	(\$41,306)	(\$41,306)	(\$41,306)
TOTAL Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
Other	\$0	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	(\$45,806)	(\$41,306)	(\$41,306)	(\$41,306)
TOTAL Revenues	<u>(\$45,806)</u>	<u>(\$41,306)</u>	<u>(\$41,306)</u>	<u>(\$41,306)</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$45,806)	(\$41,306)	(\$41,306)	(\$41,306)

Technical Notes:

1. This bill defines “Vendor” as a person or entity licensed by the department to sell alcoholic beverages at retail for either on-premise or off-premise consumption. “Vendor” is already defined in ARM 42.11.105 as a person, partnership, association, or corporation selling liquor to the department and to whom the department makes payment for liquor received.

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date